Translation of the Japanese press release

JAFCO

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Notice Regarding Dividends of Surplus

JAFCO Group Co., Ltd. (the "Company") hereby announces that it has resolved to distribute dividends of surplus with a record date of March 31, 2024 at the Board of Directors meeting held today.

1. Details of dividends

	Determined amount	Latest dividend forecast (announced on Apr. 24, 2024)	Dividends for the previous fiscal year (ended Mar. 31, 2023)
Record date	March 31, 2024	March 31, 2024	March 31, 2023
Dividend per share	¥69.00	¥69.00	¥150.00
Total dividends	¥3,759 million	—	¥8,157 million
Effective date	May 24, 2024	—	May 26, 2023
Source of dividends	Retained earnings	—	Retained earnings

2. Reason

The Company reviewed its shareholder return policy and announced the Basic Policy for Enhancing Corporate Value in December 2022. The basic dividend policy was changed from 3% of shareholders' equity (initial and term-end average value) to the greater of either 3% of shareholders' equity (initial and term-end average value) or 50% of net income.

In terms of dividends for the fiscal year ended March 31, 2024, 50% of net income (¥69 per share) was greater than 3% of shareholders' equity (initial and term-end average value) (¥64 per share). As such, the Company decided to pay out dividends per share of ¥69.

[Reference] Annual dividend breakdown/index

	Dividend per share		Payout ratio (consolidated)	Ratio of dividends to shareholders' equity* (consolidated)
Record date	Year-end	Full year		
Current fiscal year (ended March 31, 2024)	¥69.00	¥69.00	50.1%	3.2%
Previous fiscal year (ended March 31, 2023)	¥150.00	¥150.00	25.6%	7.8%

*Ratio of dividends to shareholders' equity: Dividend per share / Shareholders' equity per share (initial and term-end average value)